

Profit and Loss Account for the year ended 31st March, 2006

Particulars	Schedule	Current Year (Rs. '000)	Previous Year (Rs. '000)
Amounts transferred from Policyholders' Account		-	-
INCOME FROM INVESTMENT			
(a) Interest, Dividend & Rent - Gross		107,270	93,718
(b) Profit on sale / redemption of investments		3,595	2,619
(c) (Loss on sale / redemption of investments)		(1,632)	(1,380)
(d) Transfer / Gain revaluation / change in Fair value		-	-
(e) Gain / (Loss) on Amortisation		(15,627)	(21,342)
OTHER INCOME		-	-
TOTAL (A)		93,606	73,615
Other Expenses		2,934	3,556
Bad Debts written off		-	-
Provision (other than taxation)		-	-
(a) For diminution in the value of investment (net)		-	-
(b) Provision for doubtful debts		-	-
(c) Others		-	-
(d) Contribution to the Policyholders' Account (See Note B.13 of Part B of Schedule 16)		701,937	676,173
TOTAL (B)		704,871	679,729
Profit/(Loss) Before Tax		(611,265)	(606,114)
Provision for Taxation		-	-
Profit/(Loss) After Tax		(611,265)	(606,114)
APPROPRIATIONS			
(a) Balance at the beginning of the year		(2,437,320)	(1,831,206)
(b) Interim dividends paid during the year		-	-
(c) Proposed final dividend		-	-
(d) Dividend distribution tax		-	-
(e) Transfer to reserves/other accounts		-	-
LOSS CARRIED FORWARD TO BALANCE SHEET		(3,048,585)	(2,437,320)

Significant Accounting Policies and Disclosures
 The schedules referred to above form an integral part
 of these accounts.

As per our report of even date attached
 For **S. R. Batliboi & Co.**
 Chartered Accountants
 per **Hemal Shah**
 Partner
 Membership No: 42650

For and on behalf of the Board of Directors

Donald A. Stewart
 Chairman

S.K. Mitra
 Director

Gary Comerford
 Director

For **Khimji Kunverji & Co.**
 Chartered Accountants
Shivji K. Vikamsey
 Partner
 Membership No: 2242
 Mumbai, 21st April, 2006

Nani Javeri
 Principal Officer

Anil J. Jhala
 Chief Financial Officer